## AMENDED IN SENATE AUGUST 16, 2010 AMENDED IN SENATE AUGUST 2, 2010 AMENDED IN ASSEMBLY APRIL 28, 2010

CALIFORNIA LEGISLATURE—2009-10 REGULAR SESSION

## ASSEMBLY BILL

No. 2543

## **Introduced by Assembly Member Bonnie Lowenthal**

(Coauthor: Senator Price)

February 19, 2010

An act to—amend Section 47607 of add Section 47607.1 to the Education Code, relating to charter schools.

## LEGISLATIVE COUNSEL'S DIGEST

AB 2543, as amended, Bonnie Lowenthal. Charter schools: renewal. The Charter Schools Act of 1992 authorizes the governing board of a school district, a county board of education, or the State Board of Education to grant a petition to establish a charter school according to specified procedures. The act provides that a charter may be granted for a period not to exceed 5 years. The act authorizes each of those chartering authorities to grant one or more subsequent renewals of a charter that it authorized. The act requires that each renewal be for a period of 5 years.

This bill would require a charter school to submit a renewal petition to the chartering authority no later than September 15 prior to the expiration of the charter, or by an earlier or later date if mutually agreed upon by the chartering authority and the charter school to accommodate local circumstances. The bill would require the governing board of a school district or a county board of education to approve or deny a renewal petition submitted by a charter school authorized by that board

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no later than December 15 prior to the expiration of the charter. The bill would require a charter school that elects to appeal the denial of its renewal application to submit the application to the county board or the state board, as applicable, within 30 days of the date of the denial.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 47607.1 is added to the Education Code, 2 to read:

47607.1. (a) A charter school shall submit a renewal petition to the chartering authority no later than September 15 prior to the expiration of the charter, or by an earlier or later date if mutually agreed upon by the chartering authority and the charter school to accommodate local circumstances, including delays in the release of Academic Performance Index (API) scores. This subdivision does not preclude a chartering authority from establishing a charter renewal deadline prior to September 15. Existing timelines for the consideration of a charter renewal petition by a chartering authority pursuant to Sections 47605 and 47607 or any other provision of this part shall not be affected by this subdivision.

(b) The governing board of a school district or a county board of education shall approve or deny a renewal petition submitted by a charter school authorized by that board no later than December 15 prior to the expiration of the charter. A charter school that elects to appeal the denial of its renewal application pursuant to Section 47607.5 shall submit its application to the county board or state board, as applicable, within 30 days of the date of the denial.

SECTION 1. Section 47607 of the Education Code is amended to read:

47607. (a) (1) A charter may be granted pursuant to Sections 47605, 47605.5, 47605.6, 47605.8, and 47606 for a period not to exceed five years. A charter granted by a school district governing board, a county board of education or the state board, may be granted one or more subsequent renewals by that entity. Each renewal shall be for a period of five years. A material revision of the provisions of a charter petition may be made only with the approval of the authority that granted the charter. The authority

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that granted the charter may inspect or observe any part of the charter school at any time.

- (2) Renewals and material revisions of charters are governed by the standards and criteria in Section 47605, and shall include, but not be limited to, a reasonably comprehensive description of any new requirement of charter schools enacted into law after the charter was originally granted or last renewed.
- (3) (A) A charter school shall submit a renewal petition to the chartering authority no later than September 15 prior to the expiration of the charter, or by an earlier or later date if mutually agreed upon by the chartering authority and the charter school to accommodate local circumstances, including delays in the release of Academic Performance Index (API) scores. This paragraph does not preclude a chartering authority from establishing a charter renewal deadline prior to September 15. Existing timelines for the consideration of a charter renewal petition by a chartering authority pursuant to this section, Section 47605, or any other provision of this part shall not be affected by this paragraph.
- (B) The governing board of a school district or a county board of education shall approve or deny a renewal petition submitted by a charter school authorized by that board no later than December 15 prior to the expiration of the charter. A charter school that elects to appeal the denial of its renewal application pursuant to Section 47607.5 shall submit its application to the county board or state board, as applicable, within 30 days of the date of the denial.
- (b) Commencing on January 1, 2005, or after a charter school has been in operation for four years, whichever date occurs later, a charter school shall meet at least one of the following criteria prior to receiving a charter renewal pursuant to paragraph (1) of subdivision (a):
- (1) Attained its API growth target in the prior year or in two of the last three years, or in the aggregate for the prior three years.
- (2) Ranked in deciles 4 to 10, inclusive, on the API in the prior year or in two of the last three years.
- (3) Ranked in deciles 4 to 10, inclusive, on the API for a demographically comparable school in the prior year or in two of the last three years.
- (4) (A) The entity that granted the charter determines that the academic performance of the charter school is at least equal to the academic performance of the public schools that the charter school

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pupils would otherwise have been required to attend, as well as the academic performance of the schools in the school district in which the charter school is located, taking into account the composition of the pupil population that is served at the charter school.

- (B) The determination made pursuant to this paragraph shall be based upon all of the following:
  - (i) Documented and clear and convincing data.
- (ii) Pupil achievement data from assessments, including, but not limited to, the Standardized Testing and Reporting Program established by Article 4 (commencing with Section 60640) of Chapter 5 of Part 33 for demographically similar pupil populations in the comparison schools.
  - (iii) Information submitted by the charter school.
- (C) A chartering authority shall submit to the Superintendent copies of supporting documentation and a written summary of the basis for any determination made pursuant to this paragraph. The Superintendent shall review the materials and make recommendations to the chartering authority based on that review. The review may be the basis for a recommendation made pursuant to Section 47604.5.
- (D) A charter renewal may not be granted to a charter school prior to 30 days after that charter school submits materials pursuant to this paragraph.
- (5) Has qualified for an alternative accountability system pursuant to subdivision (h) of Section 52052.
- (e) A charter may be revoked by the authority that granted the charter under this chapter if the authority finds, through a showing of substantial evidence, that the charter school did any of the following:
- (1) Committed a material violation of any of the conditions, standards, or procedures set forth in the charter.
- (2) Failed to meet or pursue any of the pupil outcomes identified in the charter.
- (3) Failed to meet generally accepted accounting principles, or engaged in fiscal mismanagement.
  - (4) Violated any provision of law.
- (d) Prior to revocation, the authority that granted the charter shall notify the charter public school of any violation of this section and give the school a reasonable opportunity to remedy the

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violation, unless the authority determines, in writing, that the violation constitutes a severe and imminent threat to the health or safety of the pupils.

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- (e) Prior to revoking a charter for failure to remedy a violation pursuant to subdivision (d), and after expiration of the school's reasonable opportunity to remedy without successfully remedying the violation, the chartering authority shall provide a written notice of intent to revoke and notice of facts in support of revocation to the charter school. No later than 30 days after providing the notice of intent to revoke a charter, the chartering authority shall hold a public hearing, in the normal course of business, on the issue of whether evidence exists to revoke the charter. No later than 30 days after the public hearing, the chartering authority shall issue a final decision to revoke or decline to revoke the charter, unless the chartering authority and the charter school agree to extend the issuance of the decision by an additional 30 days. The chartering authority shall not revoke a charter, unless it makes written factual findings supported by substantial evidence, specific to the charter school, that support its findings.
- (f) (1) If a school district is the chartering authority and it revokes a charter pursuant to this section, the charter school may appeal the revocation to the county board of education within 30 days following the final decision of the chartering authority.
- (2) The county board may reverse the revocation decision if the county board determines that the findings made by the chartering authority under subdivision (e) are not supported by substantial evidence. The school district may appeal the reversal to the state board.
- (3) If the county board does not issue a decision on the appeal within 90 days of receipt, or the county board upholds the revocation, the charter school may appeal the revocation to the state board.
- (4) The state board may reverse the revocation decision if the state board determines that the findings made by the chartering authority under subdivision (e) are not supported by substantial evidence. The state board may uphold the revocation decision of the school district if the state board determines that the findings made by the chartering authority under subdivision (e) are supported by substantial evidence.

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(g) (1) If a county office of education is the chartering authority and the county board revokes a charter pursuant to this section, the charter school may appeal the revocation to the state board within 30 days following the decision of the chartering authority.

- (2) The state board may reverse the revocation decision if the state board determines that the findings made by the chartering authority under subdivision (e) are not supported by substantial evidence.
- (h) If the revocation decision of the chartering authority is reversed on appeal, the agency that granted the charter shall continue to be regarded as the chartering authority.
- (i) During the pendency of an appeal filed under this section, a charter school, whose revocation proceedings are based on paragraph (1) or (2) of subdivision (c), shall continue to qualify as a charter school for funding and for all other purposes of this part, and may continue to hold all existing grants, resources, and facilities, in order to ensure that the education of pupils enrolled in the school is not disrupted.
- (j) Immediately following the decision of a county board to reverse a decision of a school district to revoke a charter, the following shall apply:
- (1) The charter school shall qualify as a charter school for funding and for all other purposes of this part.
- (2) The charter school may continue to hold all existing grants, resources, and facilities.
- (3) Any funding, grants, resources, and facilities that had been withheld from the charter school, or that the charter school had otherwise been deprived of use, as a result of the revocation of the charter shall be immediately reinstated or returned.
- (k) A final decision of a revocation or appeal of a revocation pursuant to subdivision (c) shall be reported to the chartering authority, the county board, and the department.